

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF FARMERS)	
RURAL ELECTRIC COOPERATIVE)	
CORPORATION'S REVISION TO ITS)	CASE NO. 89-313
ELECTRIC POWER TARIFF)	

O R D E R

Before the Commission is the application of Farmers Rural Electric Cooperative Corporation ("Farmers") for approval of a revision to its electric power tariff. The application was filed as a result of a proposed decrease in power costs from Farmers' wholesale power supplier, East Kentucky Power Cooperative, Inc. ("EKPC").¹ The rates proposed by Farmers are intended to flow-through to its customers the scheduled power cost reduction from EKPC. Farmers' revised tariff was to have become effective December 1, 1989 but was suspended for a period of 5 months.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds that:

1. EKPC, Farmers' wholesale power supplier, has been authorized to reduce its rates for wholesale electric power.

¹ Case No. 89-311, The Notice of East Kentucky Power Cooperative, Inc. of a Revision to Its Wholesale Power Tariff.

2. Farmers should be authorized to reduce its rates in order to effect a flow-through of the wholesale power cost reduction from EKPC.

3. The rates and charges in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and will accomplish a flow-through of the power cost reduction from EKPC.

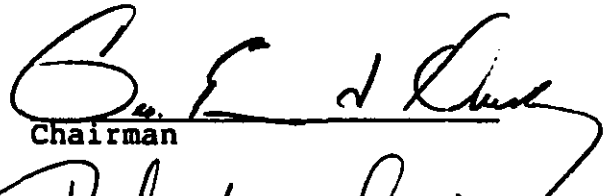
IT IS THEREFORE ORDERED that:

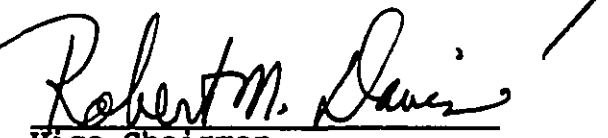
1. The rates and charges in Appendix A are approved for service rendered by Farmers on and after January 1, 1990.

2. Within 30 days from the date of this Order, Farmers shall file with the Commission its revised tariff sheets setting out the rates approved herein.

Done at Frankfort, Kentucky, this 4th day of January, 1990.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman

Commissioner

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 89-313 DATED 1/04/90

The following rates and charges are prescribed for the customers in the area served by Farmers Rural Electric Cooperative Corporation. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the date of this Order.

SCHEDULE R RESIDENTIAL SERVICE

Rates:

First	50 KWH	\$.13712 Per KWH
Next	150 KWH	.08121 Per KWH
Remaining	KWH	.05577 Per KWH

Minimum Charges:

The minimum monthly charge to customers billed under the above rate shall be \$6.86 for single-phase service. Payment of the minimum charge shall entitle the consumer to the use of the number of KWH corresponding to the minimum charge in accordance with the foregoing rate. The minimum monthly charge for three-phase service shall be \$.75 per KVA of installed transformer capacity.

SCHEDULE C COMMERCIAL AND INDUSTRIAL SERVICE

Rates Per Month:

1. For all consumers whose kilowatt demand is less than 50 KW:

First	50 KWH	\$.13712 Per KWH
Next	150 KWH	.08339 Per KWH
Remaining	KWH	.06073 Per KWH

2. For all consumers whose kilowatt demand is 50 KW or above:

Energy Charge:

First	10,000 KWH	\$.04905 Per KWH
Next	20,000 KWH	.04735 Per KWH
Remaining	KWH	.04590 Per KWH

Minimum Monthly Charge:

The minimum monthly charge under the above rates shall be \$6.86 for single-phase service. Payment of the minimum charge shall entitle the consumer to the use of the number of kilowatt hours corresponding to the minimum charge in accordance with the foregoing rate.

SCHEDULE D
LARGE COMMERCIAL/INDUSTRIAL SERVICE
OPTIONAL TIME-OF-DAY RATE

Rates Per Month

Energy Charge:

First	10,000 KWH	@	\$.04905 Per KWH
Next	20,000 KWH	@	.04735 Per KWH
Remaining	KWH	@	.04590 Per KWH

SCHEDULE OL
OUTDOOR LIGHTING SERVICE

Rate Per Fixture:

<u>Type of Lamp</u>	<u>Watts</u>	<u>Monthly KWH Usage</u>	<u>Monthly Charge Per Lamp</u>
Mercury Vapor	175	70	\$ 6.20
Mercury Vapor	250	98	6.90
Mercury Vapor	400	156	10.42
Mercury Vapor	1000	378	17.30
Sodium Vapor	100	42	6.75
Sodium Vapor	150	63	7.73
Sodium Vapor	250	105	10.29
Sodium Vapor	400	165	12.94
Sodium Vapor	1000	385	27.77